

**CITY OF POMONA, KANSAS**  
**FINANCIAL STATEMENTS**  
**Year Ended December 31, 2014**

**This page intentionally left blank.**

CITY OF POMONA, KANSAS  
FINANCIAL STATEMENTS  
Year ending December 31, 2014

TABLE OF CONTENTS

	<u>Page Number</u>
INTRODUCTORY SECTION	
Table of Contents	i
FINANCIAL SECTION	
Independent Auditor's Report	1 - 2
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to the Financial Statements	4 - 8
Schedule 1	
Summary of Expenditures - Actual and Budget	9
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget and Actual Only	
General Fund	10
Employee Benefits Fund	11
Fire Protection Fund	12
Pomona Community Library Fund	13
Special Highway Fund	14
Special Parks and Recreation Fund	15
Capital Improvements Fund	16
Community Building Fund	17
Sales Tax - Street Project Fund	18
Electric Utility Fund	19
Water Utility Fund	20
Sewer Utility Fund	21
Sewer Reserve Fund	22
Water Construction Reserve Fund	23
Electric Savings Reserve Fund	24
Water Savings Reserve Fund	25
Sewer Savings Reserve Fund	26
Schedule 3	
Summary of Receipts and Disbursements – Agency Funds	27



MIZE & HOUSER  
COMPANY P.A.

## INDEPENDENT AUDITOR'S REPORT

Mayor and City Council  
City of Pomona, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the City of Pomona, Kansas (the City), as of and for the year ended December 31, 2014, and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the presentation of the financial statements in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

[www.mizehouser.com](http://www.mizehouser.com) ■ [mhco@mizehouser.com](mailto:mhco@mizehouser.com)

534 S Kansas Ave, Suite 700 ■ Topeka, KS 66603-3465 ■ 785.233.0536 p ■ 785.233.1078 f

534 S Kansas Ave, Suite 400 ■ Topeka, KS 66603-3454 ■ 785.234.5573 p ■ 785.234.1037 f

7101 College Blvd, Suite 900 ■ Overland Park, KS 66210-1984 ■ 913.451.1882 p ■ 913.451.2211 f

211 E Eighth Suite A ■ Lawrence, KS 66044-2771 ■ 785.842.8844 p ■ 785.842.9049 f

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of regulatory basis receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

*Other Matter*

The 2013 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2014 basic financial statement upon which we rendered an unmodified opinion dated August 4, 2014. The 2013 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://da.ks.gov/ar/muniserv/>. Such 2013 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 basic financial statements. The 2013 comparative information was subjected to auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2013 basic financial statements or to the 2013 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 comparative information is fairly presented in all material respects in relation to the 2013 basic financial statements as a whole, on the basis of accounting described in Note 1.

*Mize Houser & Company PA*

Certified Public Accountants  
Lawrence, Kansas

September 15, 2015

CITY OF POMONA, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH  
Regulatory Basis  
For the Year Ended December 31, 2014

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Adjustment</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add: Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
General Funds:							
General	\$ 77,666	\$ -	\$ 232,539	\$ 205,977	\$ 104,228	\$ -	\$ 104,228
Special Purpose Funds:							
Employee Benefits Fund	4,102	-	59,005	49,874	13,233	-	13,233
Fire Protection Fund	9,958	-	18,748	14,462	14,244	-	14,244
Pomona Community Library Fund	-	-	18,147	18,147	-	-	-
Special Highway Fund	11,365	-	21,708	11,854	21,219	-	21,219
Special Parks and Recreation Fund	896	-	1,464	1,146	1,214	-	1,214
Capital Improvements Fund	333,475	-	330	14,363	319,442	-	319,442
Community Building Fund	8,195	-	6,407	6,716	7,886	-	7,886
Sales Tax - Street Project Fund	97,812	-	77,130	1,866	173,076	-	173,076
Business Funds:							
Electric Utility Fund	533,583	-	961,198	968,409	526,372	56,428	582,800
Water Utility Fund	37,642	-	165,624	168,158	35,108	8,000	43,108
Sewer Utility Fund	37,998	-	43,825	39,825	41,998	-	41,998
Sewer Reserve Fund	110,860	-	58,607	50,404	119,063	-	119,063
Water Construction Reserve Fund	64,714	-	48,088	48,000	64,802	-	64,802
Electric Savings Reserve Fund	38,321	-	38	-	38,359	-	38,359
Water Savings Reserve Fund	47,582	-	48	-	47,630	-	47,630
Sewer Savings Reserve Fund	25,014	-	25	-	25,039	-	25,039
<b>Total</b>	<b>\$ 1,439,183</b>	<b>\$ -</b>	<b>\$ 1,712,931</b>	<b>\$ 1,599,201</b>	<b>\$ 1,552,913</b>	<b>\$ 64,428</b>	<b>\$ 1,617,341</b>

Composition of Cash:

Garnett State Savings Bank	
Checking	\$ 1,507,525
Money Market	111,028
<b>Total Cash</b>	<b>1,618,553</b>
Less: Agency Funds per Schedule 3	[1,212]
<b>Total Reporting Entity (excluding Agency Funds)</b>	<b>\$ 1,617,341</b>

See independent auditor's report on the financial statements.

CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2014

NOTE 1 - Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Pomona, Kansas, (the City) is a municipal corporation governed by a mayor and a five member council. These financial statements present the City and any related municipal entities for which the City is considered to be financially accountable. The City has no related municipal entities.

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis regulatory receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts, recording cash balances and other financial resources, together with all related liabilities and residual equities of balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2014:

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Business Fund – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2014

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds and business funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipt other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The 2014 budget was not amended.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for certain special purpose including the Capital Improvements Fund, capital project, business funds, and trust funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

NOTE 2 - Deposits

*Deposits.* K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

*Investments.* K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices. As of December 31, 2014, the City held no such investments.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.



CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2014

**NOTE 2 – Deposits (Continued)**

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods." All deposits were legally secured at December 31, 2014.

At December 31, 2014, the City's carrying amount of deposits was \$1,618,553 and the bank balance was \$1,681,706. The bank balance was held by one bank, resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$1,431,706 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

*Custodial credit risk – investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

**NOTE 3 - Retirement Plan**

*Plan description* - The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to KPERS (611 South Kansas Avenue, Topeka, Kansas 66603) or by calling 1-888-275-5737.

*Funding Policy* - K.S.A. 74-419 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009, KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

**NOTE 4 - Long-Term Debt**

During the year ended December 31, 2014, the following changes occurred in long term liabilities:

<u>Type of Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid</u>
Paid by Utility Revenues					
General Obligation Bonds Payable	\$ 436,014	\$ -	\$ 28,380	\$ 407,634	\$ 19,621
Loans Payable	<u>217,816</u>	<u>-</u>	<u>43,280</u>	<u>174,536</u>	<u>6,606</u>
Total	<u>\$ 653,830</u>	<u>\$ -</u>	<u>\$ 71,660</u>	<u>\$ 582,170</u>	<u>\$ 26,227</u>

## CITY OF POMONA, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2014

NOTE 4 - Long-Term Debt (Continued)

*State Agency Loan.* On November 30, 1999, the City entered into a loan agreement with the Kansas Department of Health and Environment to borrow up to \$735,458 to fund a sewer lagoon project. The interest rate on the loan is 3.44% with an additional .25% service fee rate. The annual debt service requirements to maturity for the loans payable are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 44,782	\$ 5,214
2016	46,335	3,773
2017	47,943	2,282
2018	35,476	739
	<u>\$ 174,536</u>	<u>\$ 12,008</u>

*General Obligation Bonds.* The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for the proprietary funds if they are expected to be repaid from proprietary fund regulatory receipts.

General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued with equal amounts of principal maturing each year.

General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Date Issued</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance December 31, 2014</u>
Paid by Utility Revenues					
Water Distribution					
Improvement Bonds	10/1/2004	10/1/2044	4.63%	<u>\$642,300</u>	<u>\$ 407,634</u>

The annual debt service requirements to maturity for the general obligation bonds are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 9,320	\$ 21,627
2016	9,739	21,207
2017	10,177	20,769
2018	10,635	20,311
2019	11,114	19,833
2020 - 2024	63,536	91,196
2025 - 2029	79,177	75,554
2030 - 2034	98,670	56,062
2035 - 2039	115,266	34,706
	<u>\$ 407,634</u>	<u>\$ 361,264</u>

CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2014

NOTE 5 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss, including related lost regulatory receipts. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.

NOTE 6 - Compensated Absences

It is the City's policy to grant employees annual vacation and sick leave in varying amounts depending on length of service. Annual vacation leave is accumulated at the rate of one half day per month for year one; 1 day per month for years 2 through 5; 1.25 days per month for years 6 through 10; and 1.5 days per month for each year after 10. Vacation days can accumulate up to 30 days.

The liability for compensated absences at December 31, 2014, was \$6,256.

Under City policy, a maximum of 10 days of vacation leave can be sold back to the City by the employee's anniversary date or upon resignation or termination, an employee shall be compensated for all earned but unused vacation at their final rate of pay. The cost of this policy for 2014 was \$560.

NOTE 7 – Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

**This page intentionally left blank.**

## CITY OF POMONA, KANSAS

## SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2014

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over [Under]</u>
General Funds:					
General Fund	\$ 301,211	\$ -	\$ 301,211	\$ 205,977	\$ 95,234
Special Purpose Funds:					
Employee Benefits Fund	53,245	-	53,245	49,874	3,371
Fire Protection Fund	25,760	-	25,760	14,462	11,298
Pomona Community Library Fund	29,298	-	29,298	18,147	11,151
Special Highway Fund	36,770	-	36,770	11,854	24,916
Special Parks and Recreation Fund	1,440	-	1,440	1,146	294
Community Building Fund	15,500	-	15,500	6,716	8,784
Sales Tax-Street Project Fund	136,233	-	136,233	1,866	134,367
Business Funds:					
Electric Utility Fund	1,605,400	-	1,605,400	968,409	636,991
Water Utility Fund	229,900	-	229,900	168,158	61,742
Sewer Utility Fund	91,400	-	91,400	39,825	51,575
Sewer Reserve Fund	170,404	-	170,404	50,404	120,000
Water Construction Reserve Fund	115,300	-	115,300	48,000	67,300

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

GENERAL FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over <u>[Under]</u>
Receipts			
Taxes	\$ 168,415	176,318	\$ [7,903]
Licenses and permits	6,275	3,300	2,975
Fines and fees	52,978	52,700	278
Use of money and property	1,114	500	614
Reimbursements	3,654	-	3,654
Miscellaneous	103	600	[497]
Total Receipts	<u>232,539</u>	<u>\$ 233,418</u>	<u>\$ [879]</u>
Expenditures			
General administration	58,679	\$ 74,150	\$ 15,471
Highways and streets	-	45,000	45,000
Public safety	68,953	58,378	[10,575]
Zoning and building	14,973	21,000	6,027
Parks and cemetery	9,174	4,533	[4,641]
Refuse	44,338	46,000	1,662
Community building	6,360	-	[6,360]
Capital outlay	-	49,150	49,150
Miscellaneous	3,500	3,000	[500]
Total Expenditures	<u>205,977</u>	<u>\$ 301,211</u>	<u>\$ 95,234</u>
Receipts Over [Under] Expenditures	26,562		
Unencumbered Cash, Beginning	<u>77,666</u>		
Unencumbered Cash, Ending	<u>\$ 104,228</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

## EMPLOYEE BENEFITS FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Taxes	\$ 59,005	\$ 52,245	\$ 6,760
Total Receipts	<u>59,005</u>	<u>\$ 52,245</u>	<u>\$ 6,760</u>
Expenditures			
Health insurance	15,578	\$ 22,620	\$ 7,042
Payroll taxes	18,692	18,075	[617]
Retirement	<u>15,604</u>	<u>12,550</u>	<u>[3,054]</u>
Total Expenditures	<u>49,874</u>	<u>\$ 53,245</u>	<u>\$ 3,371</u>
Receipts Over [Under] Expenditures	9,131		
Unencumbered Cash, Beginning	<u>4,102</u>		
Unencumbered Cash, Ending	<u>\$ 13,233</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

FIRE PROTECTION FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Taxes	\$ 18,684	\$ 18,513	\$ 171
Miscellaneous	64	-	64
Total Receipts	<u>18,748</u>	<u>\$ 18,513</u>	<u>\$ 235</u>
Expenditures			
Contractual	<u>14,462</u>	<u>\$ 25,760</u>	<u>\$ 11,298</u>
Total Expenditures	<u>14,462</u>	<u>\$ 25,760</u>	<u>\$ 11,298</u>
Receipts Over [Under] Expenditures	4,286		
Unencumbered Cash, Beginning	<u>9,958</u>		
Unencumbered Cash, Ending	<u>\$ 14,244</u>		

See independent auditor's report on the financial statements.



## CITY OF POMONA, KANSAS

POMONA COMMUNITY LIBRARY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Taxes	\$ 18,147	\$ 29,298	\$ [11,151]
Total Receipts	<u>18,147</u>	<u>\$ 29,298</u>	<u>\$ [11,151]</u>
Expenditures			
Appropriation	<u>18,147</u>	<u>\$ 29,298</u>	<u>\$ 11,151</u>
Total Expenditures	<u>18,147</u>	<u>\$ 29,298</u>	<u>\$ 11,151</u>
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

SPECIAL HIGHWAY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Positive [Negative]
Receipts			
Intergovernmental	\$ 21,079	\$ 23,600	\$ [2,521]
Miscellaneous	629	50	579
Total Receipts	<u>21,708</u>	<u>\$ 23,650</u>	<u>\$ [1,942]</u>
Expenditures and Transfers Subject to Budget			
Contractual	1,224	\$ 35,400	\$ 34,176
Capital outlay	<u>10,630</u>	<u>1,370</u>	<u>[9,260]</u>
Total Expenditures and Transfers Subject to Budget	<u>11,854</u>	<u>\$ 36,770</u>	<u>\$ 24,916</u>
Receipts Over [Under] Expenditures	9,854		
Unencumbered Cash, Beginning	<u>11,365</u>		
Unencumbered Cash, Ending	<u>\$ 21,219</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

SPECIAL PARKS AND RECREATION FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Taxes	\$ 1,462	\$ 1,070	\$ 392
Miscellaneous	<u>2</u>	<u>-</u>	<u>2</u>
Total Receipts	<u>1,464</u>	<u>\$ 1,070</u>	<u>\$ 394</u>
Expenditure			
Contractual	<u>1,146</u>	<u>\$ 1,440</u>	<u>\$ 294</u>
Total Expenditures	<u>1,146</u>	<u>\$ 1,440</u>	<u>\$ 294</u>
Receipts Over [Under] Expenditures	318		
Unencumbered Cash, Beginning	<u>896</u>		
Unencumbered Cash, Ending	<u>\$ 1,214</u>		

See independent auditor's report on the financial statements.

SCHEDULE 2 - 7

CITY OF POMONA, KANSAS

CAPITAL IMPROVEMENTS FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
Regulatory Basis  
For the Year Ended December 31, 2014

Receipts	
Use of money and property	\$ 330
Total Receipts	<u>330</u>
Expenditures	
Capital outlay	<u>14,363</u>
Total Expenditures	<u>14,363</u>
Receipts Over [Under] Expenditures	[14,033]
Unencumbered Cash, Beginning	<u>333,475</u>
Unencumbered Cash, Ending	<u>\$ 319,442</u>

\* This fund is not required to be budgeted.

See independent auditor's report on the financial statements.

CITY OF POMONA, KANSAS  
 COMMUNITY BUILDING FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Positive <u>[Negative]</u>
Receipts			
Intergovernmental	\$ 2,700	\$ -	\$ 2,700
Use of money and property	3,670	7,200	[3,530]
Miscellaneous	<u>37</u>	<u>-</u>	<u>37</u>
Total Receipts	<u>6,407</u>	<u>\$ 7,200</u>	<u>\$ [793]</u>
Expenditures			
Contractual	6,716	\$ 11,500	\$ 4,784
Capital outlay	<u>-</u>	<u>4,000</u>	<u>4,000</u>
Total Expenditures	<u>6,716</u>	<u>\$ 15,500</u>	<u>\$ 8,784</u>
Receipts Over [Under] Expenditures	[309]		
Unencumbered Cash, Beginning	<u>8,195</u>		
Unencumbered Cash, Ending	<u>\$ 7,886</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

SALES TAX - STREET PROJECT FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Positive [Negative]
Receipts			
Taxes	\$ 77,130	\$ 82,000	\$ [4,870]
Total Receipts	<u>77,130</u>	<u>82,000</u>	<u>[4,870]</u>
Expenditures			
Capital outlay	<u>1,866</u>	\$ 136,233	\$ 134,367
Total Expenditures	<u>1,866</u>	<u>\$ 136,233</u>	<u>\$ 134,367</u>
Receipts Over [Under] Expenditures	75,264		
Unencumbered Cash, Beginning	<u>97,812</u>		
Unencumbered Cash, Ending	<u>\$ 173,076</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

ELECTRIC UTILITY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over <u>[Under]</u>
Receipts			
Charges to customers	\$ 910,637	\$ 953,350	\$ [42,713]
Sales tax	31,949	31,000	949
Miscellaneous	<u>18,612</u>	<u>2,000</u>	<u>16,612</u>
Total Receipts	<u>961,198</u>	<u>\$ 986,350</u>	<u>\$ [25,152]</u>
Expenditures			
Personal services	118,015	\$ 130,000	\$ 11,985
Contractual	155,168	295,500	140,332
Commodities	692,811	631,400	[61,411]
Capital outlay	794	548,500	547,706
Miscellaneous	<u>1,621</u>	<u>-</u>	<u>[1,621]</u>
Total Expenditures	<u>968,409</u>	<u>\$ 1,605,400</u>	<u>\$ 636,991</u>
Receipts Over [Under] Expenditures	[7,211]		
Unencumbered Cash, Beginning	<u>533,583</u>		
Unencumbered Cash, Ending	<u>\$ 526,372</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

WATER UTILITY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Charges to customers	\$ 160,260	\$ 179,700	\$ [19,440]
Miscellaneous	<u>5,364</u>	<u>500</u>	<u>4,864</u>
Total Receipts	<u>165,624</u>	<u>\$ 180,200</u>	<u>\$ [14,576]</u>
Expenditures			
Personal services	32,443	\$ 36,000	\$ 3,557
Contractual	38,094	55,000	16,906
Commodities	96,000	97,000	1,000
Capital outlay	495	40,500	40,005
Miscellaneous	<u>1,126</u>	<u>1,400</u>	<u>274</u>
Total Expenditures	<u>168,158</u>	<u>\$ 229,900</u>	<u>\$ 61,742</u>
Receipts Over [Under] Expenditures	[2,534]		
Unencumbered Cash, Beginning	<u>37,642</u>		
Unencumbered Cash, Ending	<u>\$ 35,108</u>		

See independent auditor's report on the financial statements.



## CITY OF POMONA, KANSAS

SEWER UTILITY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Charges to customers	\$ 39,006	\$ 43,550	\$ [4,544]
Miscellaneous	4,819	100	4,719
Total Receipts	<u>43,825</u>	<u>\$ 43,650</u>	<u>\$ 175</u>
Expenditure			
Personal services	9,104	\$ 16,000	\$ 6,896
Commodities	-	43,500	43,500
Contractual	27,988	5,500	[22,488]
Capital outlay	-	25,000	25,000
Miscellaneous	2,733	1,400	[1,333]
Total Expenditures	<u>39,825</u>	<u>\$ 91,400</u>	<u>\$ 51,575</u>
Receipts Over [Under] Expenditures	4,000		
Unencumbered Cash, Beginning	<u>37,998</u>		
Unencumbered Cash, Ending	<u>\$ 41,998</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

## SEWER RESERVE FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Charges to customers	\$ 58,607	\$ 60,000	\$ [1,393]
Total Receipts	<u>58,607</u>	<u>\$ 60,000</u>	<u>\$ [1,393]</u>
Expenditures			
Contractual	-	\$ 85,000	\$ 85,000
Debt service	50,404	50,404	-
Capital outlay	-	35,000	35,000
Total Expenditures	<u>50,404</u>	<u>\$ 170,404</u>	<u>\$ 120,000</u>
Receipts Over [Under] Expenditures	8,203		
Unencumbered Cash, Beginning	<u>110,860</u>		
Unencumbered Cash, Ending	<u>\$ 119,063</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

WATER CONSTRUCTION RESERVE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts			
Charges to customers	\$ 48,088	\$ 50,000	\$ [1,912]
Total Receipts	<u>48,088</u>	<u>\$ 50,000</u>	<u>\$ [1,912]</u>
Expenditures			
Contractual	-	\$ 64,000	\$ 64,000
Debt service	48,000	48,000	-
Capital outlay	-	3,300	3,300
Total Expenditures	<u>48,000</u>	<u>\$ 115,300</u>	<u>\$ 67,300</u>
Receipts Over [Under] Expenditures	88		
Unencumbered Cash, Beginning	<u>64,714</u>		
Unencumbered Cash, Ending	<u>\$ 64,802</u>		

See independent auditor's report on the financial statements.

CITY OF POMONA, KANSAS

ELECTRIC SAVINGS RESERVE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
 Regulatory Basis  
 For the Year Ended December 31, 2014

Receipts	
Use of money and property	\$ <u>38</u>
Total Receipts	<u>38</u>
Expenditures	
Electric expenses	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over [Under] Expenditures	38
Unencumbered Cash, Beginning	<u>38,321</u>
Unencumbered Cash, Ending	\$ <u>38,359</u>

\* This fund is not required to be budgeted.

CITY OF POMONA, KANSAS  
 WATER SAVINGS RESERVE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
 Regulatory Basis  
 For the Year Ended December 31, 2014

Receipts	
Interest income	\$ 48
Total Receipts	<u>48</u>
Expenditures	
Water expenses	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over [Under] Expenditures	48
Unencumbered Cash, Beginning	<u>47,582</u>
Unencumbered Cash, Ending	<u>\$ 47,630</u>

\* This fund is not required to be budgeted.

CITY OF POMONA, KANSAS

SEWER SAVINGS RESERVE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
 Regulatory Basis  
 For the Year Ended December 31, 2014

Receipts	
Interest income	\$ 25
Total Receipts	<u>25</u>
Expenditures	
Sewer expenses	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over [Under] Expenditures	25
Unencumbered Cash, Beginning	<u>25,014</u>
Unencumbered Cash, Ending	<u>\$ 25,039</u>

\* This fund is not required to be budgeted.

## CITY OF POMONA, KANSAS

AGENCY FUNDS  
SUMMARY OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the year ended December 31, 2014

	Balance December 31, <u>2013</u>	<u>Receipts</u>	<u>Expenditures</u>	Balance December 31, <u>2014</u>
CDBG Rehabilitation Grant	\$ 107	\$ -	\$ -	\$ 107
Pomona Fire Department Scholarship	<u>1,103</u>	<u>2</u>	<u>-</u>	<u>1,105</u>
Total	<u>\$ 1,210</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 1,212</u>

See independent auditor's report on the financial statements.

